

Preliminary Education Fund Outlook for FY2022

| (millions of dollars) | FY2020 | FY2021 | FY2022 | |
|---|----------|----------|----------|----------|
| | Actual | Current | House | Senate* |
| a Average Homestead Property Tax Rate | \$1.510 | \$1.538 | \$1.523 | \$1.538 |
| b Average Tax Rate on Household Income | 2.47% | 2.50% | 2.50% | 2.50% |
| c Uniform Non-Homestead Property Tax Rate | \$1.594 | \$1.628 | \$1.612 | \$1.628 |
| d Property Yield Per Equalized Pupil | \$10,648 | \$10,998 | \$11,317 | \$11,202 |
| e Income Yield Per Equalized Pupil | \$13,081 | \$13,535 | \$13,770 | \$13,770 |
| f Equalized Pupil Count | 87,839 | 87,304 | 86,944 | 86,944 |
| g Statewide Education Spending Growth | 4.0% | 3.9% | 1.3% | 1.3% |
| h Statewide Education Grand List Growth | 2.1% | 2.7% | 3.0% | 3.0% |

Sources

| | | | | |
|--|----------------|----------------|----------------|----------------|
| 1a Homestead Education Property Tax | 609.5 | 638.6 | 650.7 | 655.9 |
| 1b S.13 - Moratorium on Excess Spending *pending in Senate | - | - | (1.4) | - |
| 1c Property Tax Credit | (165.8) | (171.5) | (183.0) | (183.0) |
| 2 Non-Homestead Education Property Tax | 700.3 | 732.6 | 747.7 | 755.3 |
| 3a Sales & Use Tax | 432.5 | 488.4 | 507.9 | 507.9 |
| 3b H.437 - Machinery & Equipment Exemption | - | - | (0.9) | (0.9) |
| 3c H.436 - Menstrual Products Exemption | - | - | (0.7) | (0.7) |
| 4 Purchase & Use Tax - one-third of total | 35.1 | 40.1 | 41.7 | 41.7 |
| 5 Meals & Rooms Tax - one-quarter of total | 40.9 | 31.6 | 41.6 | 41.6 |
| 6 Lottery Transfer | 26.8 | 29.3 | 30.9 | 30.9 |
| 7 Medicaid Transfer | 10.6 | 10.0 | 10.0 | 10.0 |
| 8 Other Sources (wind & solar, LUCT, fund interest) | 5.1 | 2.3 | 2.2 | 2.2 |
| 9 Total Sources | 1,695.0 | 1,801.5 | 1,846.8 | 1,861.0 |

Appropriations

| | | | | |
|---|----------------|----------------|----------------|----------------|
| 10a Education Payment* | 1,428.8 | 1,489.5 | 1,502.0 | 1,502.0 |
| 10b Repurposed CRF Reimbursement | - | (8.7) | - | - |
| 11 Special Education Aid | 213.0 | 223.7 | 229.0 | 229.0 |
| 12 State-Placed Students | 18.0 | 18.0 | 17.0 | 17.0 |
| 13 Transportation Aid | 19.8 | 20.5 | 20.5 | 20.5 |
| 14 Technical Education Aid | 14.2 | 14.8 | 15.5 | 15.5 |
| 15 Small School Support | 8.4 | 8.2 | 8.1 | 8.1 |
| 16 Essential Early Education Aid | 6.8 | 7.0 | 7.1 | 7.1 |
| 17 Flexible Pathways | 7.7 | 8.3 | 8.2 | 8.2 |
| 18a Teachers' Pensions (normal cost only) | 6.8 | 6.9 | 37.6 | 37.6 |
| 18b H.439 - Other Post Employment Benefits (normal cost only) | - | - | - | 13.8 |
| 19 S.100 - Universal School Breakfasts | - | - | - | 8.0 |
| 20 Other Uses (accounting & auditing, financial systems) | 3.4 | 3.4 | 3.4 | 3.4 |
| 21 Total Uses | 1,726.8 | 1,791.6 | 1,848.3 | 1,870.1 |

Allocation of Revenue Surplus/(Deficit)

| | | | | |
|--|--------|--------|-------|--------|
| 22 Revenue Surplus/(Deficit) | (31.7) | 9.9 | (1.6) | (9.2) |
| 23 Prior-Year Reversions | (8.3) | (14.0) | - | - |
| 24 Transfer to/(from) Stabilization Reserve | (4.1) | 5.2 | 1.6 | 1.6 |
| 25 Transfer to/(from) Unreserved/Unallocated | (19.4) | 18.6 | (3.2) | (10.8) |

Stabilization Reserve

| | | | | |
|---|------|------|------|------|
| 26 Prior-Year Stabilization Reserve | 37.0 | 33.0 | 38.2 | 38.2 |
| 27 Current-Year Stabilization Reserve | 33.0 | 38.2 | 39.8 | 39.8 |
| 28 Percent of Prior-Year Net Appropriations | 4.5% | 5.0% | 5.0% | 5.0% |
| 29 Reserve Target | 36.4 | 38.2 | 39.8 | 39.8 |

Available Funds

| | | | | |
|--|------|------|------|------|
| 30 Prior-Year Unreserved/Unallocated | 19.4 | 0.0 | 18.6 | 18.6 |
| 31 Current-Year Unreserved/Unallocated | 0.0 | 18.6 | 15.4 | 7.8 |

* Based on school budgets submitted to the Agency of Education as of March 9, 2021.